



17555 PEAK AVENUE MORGAN HILL CALIFORNIA 95037

MORGAN HILL

FINANCE AND AUDIT COMMITTEE

Morgan Hill Civic Center
West Conference Room
17555 Peak Avenue
Morgan Hill, California

Chair
Committee Member
Committee Member
Staff: Finance Director

Mike Roorda
Dennis Kennedy
Hedy Chang
Jack Dilles

REGULAR MEETING

Wednesday, October 22, 2003

MINUTES

6:10 P.M.

CALL TO ORDER

Chair Roorda and Committee Members Sellers & Kennedy;
Staff: Dilles & Reza

DECLARATION OF POSTING OF AGENDA

In compliance with Government Code 54954.2

PUBLIC COMMENTS

The Morgan Hill Finance and Audit Committee welcomes comments from all individuals on any agenda item being considered by the Committee. In the interest of brevity and timeliness and to ensure the participation of all those desiring an opportunity to speak, comments presented to the Committee are limited to Three Minutes.

BUSINESS:

1. **Approval of minutes for July 14, 2003**

The minutes for July 14, 2003, were approved.

2. **Cash Flow and Budget Projections**

Staff distributed an updated "General Fund Balance Projections" for the period July 1, 2001 through June 30, 2008, and distributed a previous version that had been included in the 2003/04 budget document. Staff explained that the projected fund balance at June 2008 had dropped from \$5 million to \$1 million primarily because of higher fire operating costs, higher PERS retirement costs, and lower sales tax receipts. indicated that the Committee wanted to continue this topic. Committee Members asked that staff compile and maintain a list of all current job vacancies and staff indicated they would do so. Committee Member Kennedy asked if it is possible to build a new fire facility and sell it back to the County as was previously done by the City, which could provide an income stream to cover increased fire costs. Staff will research

3. **Financial and Investment Report for September 2003**

A brief discussion occurred. The Committee did direct staff to bring future monthly Financial and Investment Reports to the City Council on the fourth Wednesday of each month, if the Council meets on that evening,, to provide more continuity between the discussion of the reports by the Finance & Audit Committee on those nights and consideration of the reports by the City Council. Previously, the reports have been brought to the City Council on the third Wednesday of the month and have been discussed by the Finance & Audit Committee on the fourth Wednesday. Chair Roorda did request, however, that he be given the reports on the current schedule so that he would have adequate review time.

6. **Future Agenda Items (Discussion)**

None

ADJOURNMENT: 7:00P.M.

NOTICE

AMERICANS WITH DISABILITY ACT (ADA)

The City of Morgan Hill complies with the Americans with Disability Act (ADA) and will provide reasonable accommodation to individuals with disabilities to ensure equal access to all facilities, programs and services offered by the City.

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